

INTELLFAX 18

INFORMATION REPORT

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(LISTED BELOW)SUPPLEMENT TO
REPORT NO. 25X1SUBJECT Recent Developments in the Soviet
Oil Administration

25X1 PLACE ACQUIRED [REDACTED]

DATE OF INFO. 25X1

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THIS IS UNEVALUATED INFORMATION

25X1 [REDACTED]

Matzen and Aderklaa

1. SMV interest continues to center on the Matzen and Aderklaa oilfields, where a number of wells are still erupting. The Soviets have now installed a great deal of equipment which was transferred at the end of the summer from Neusiedl and other fields to this area. Meanwhile in line with their policy of exploiting Austria's oil resources the Soviets have pushed exploratory drilling operations almost to the Vienna city limits.
2. In recent weeks the SMV has built a series of concrete reservoirs, each having a 120 to 200 cubic meter capacity, for the purpose of separating the mud from the crude oil. The Soviets have also constructed a new pumping station at Aderklaa and have laid a connecting pipeline to the pumping station in Matzen. It is reported the Soviets plan to use the railroad station in Süssenbrunn in addition to the Deutsch Wagram depot as a loading point for oil shipments from the Matzen area.

Refining

3. It is rumored that the amount of crude oil which the Soviets are now releasing to the various refineries is barely enough to fill the requirements of their own occupation forces in Austria and to cover the regular allocation of refined products to the Austrian Government; the remainder of the SMV's crude oil output is shipped out of Austria.

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4. [REDACTED] USIA-controlled Donau Chemie A.G. received delivery of another shipment of pyrites. Although the Soviets have not disclosed the ultimate source of these pyrites, it is known that this shipment was forwarded to Donau Chemie from Salzburg. [REDACTED] the SMV allocated the following amounts of sulfuric acid:

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Refinery	No. of Metric Tons of Sulfuric Acid
Voesendorf	45
Vacuum	30
Kleidering	30
Moosbierbaum	45
Nova-Denow	50

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5. The SMV Purchasing Office has also ordered sulfuric acid from Franz Reimann, a USIA employee.

Reimann has already received delivery of 16 tons of gasoline from the SMV's Wifo-Lobau storage depot as compensation payment for this purchase.

6. Meanwhile, SMV refinery officials have renewed their requests to the Purchasing Office for sulfuric acid. Recently in commenting upon the shortage of sulfuric acid, the director of the Kleidering refinery estimated Kleidering's output of refined products during the past two months at 15 to 22 percent of the SMV-established norm for this refinery.

Procurement

25X1 7. SMV purchasing agents are again having difficulty procuring iron pipe. Last spring the SMV ordered considerable quantities of pipe both from [redacted]

[redacted] However, as a result of the Purchasing Office's failure to pay its debts [redacted]

25X1 [redacted] USIA started diverting pipe originally imported from Rumania for SMV Austria to SMV (sic) Germany. In this connection it is reported that the volume of pipe shipments from the USSR has decreased markedly in recent weeks. (2)

8. The SMV has received two carloads containing a total of 30 tons of commercial salt from an unspecified supplier in Bad Aussee. (3) Donau Chemie A.G. recently delivered a shipment of 15 tons of carbides to the SMV Central Warehouse.

Shipments from the Soviet Union

9. [redacted] the following shipments from the USSR 25X1 were received at the SMV Central Warehouse in Neusiedl a/d Zaya:

9 carloads containing a total of 170,610 kilograms of iron pipe from Khrampik.

1 case of ball bearings weighing a total of 11 kilograms from Sarata (sic).

SMV Purchasing Office

10. Within the past two weeks SMV warehouses have received an estimated 1,200,000 to 1,500,000 schillings' worth of equipment and materials on credit. SMV Headquarters has just advised the various SMV installations to accept no further deliveries until the annual inventory which the Purchasing Office will start taking on 30 October 1950 has been completed. SMV Headquarters has also ordered the Purchasing Office to reduce its commission on all official purchases to two percent.

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11. [redacted] the SW Purchasing Office paid cash for purchases from the following suppliers. All USIA-controlled firms in this list have been noted by an asterisk.

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<u>Firm</u>	<u>Item Purchased</u>	<u>Amount in Schillings</u>
Worthington Pumpen- und Maschinenbau G.m.b.H.	Pump spare parts	819.00
Seilerwaren Handelsgesellschaft m.b.H., Vienna IV	Hose	37,140.00
Oesterreichische Armaturen-G.m.b.H.	Installation parts	4,699.32
Oesterreichische Salinen	30 tons of commercial salt	13,840.00
Schmiddebeck (4)	Synthetic material	2,367.78
Dipl.-Ing. Gustav Zawzel	Electrical material	1,670.00
Karl Stering's Wtw.	Automobile repairs	4,115.27
SKF G.m.b.H.	Pendulum roller bearings	2,049.37
Siemens & Halske G.m.b.H.	Rectifier	1,549.30
"Roxor", Vertrieb von Büromaschinen u. Bürcbedarf, Alexander Cohen	4 truckloads of office supplies	22,434.03
F. Haberkorn	Fire hose	10,500.00
* Sichtermann Draht-u. Kabelwerk G.m.b.H.	Cable	6,253.64
* Oeram G.m.b.H.	Electric light bulbs	15,098.90
Siemens-Schuckert	Electric motor	18,851.60
Holzbauwerk Franz Havlicek, Vienna XXV (Neu-Erlaa)	Lumber	21,104.56
Josef Altachul	Electrical material	8,991.00
Montanwerke Brixlegg G.m.b.H.	Heavy spar	15,984.00
"Chamia" Chemikalien G.m.b.H.	Hydrochloric acid	3,983.00
"Augum" G.m.b.H.	Automobile spare parts	9,989.31
Michler (5)	Klingerit plates, armatures and tools	42,649.96
* Henhapel-Heine, Eisen-u. Eisenerwarengrosshdlg.A.G.	Welding wire and tools	34,531.35
Kellner & Kunz	Tools, pipe for ovens, and other materials	35,452.33
"Standard" Ges. für Techn. Artikel	Fan belts, parts, and swab rubber	33,622.12
K. J. Baldauf	Building material	217,978.61

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<u>Firm</u>	<u>Item Purchased</u>	<u>Amount in Schillings</u>
J. Posamentir	7 tons of corrugated material	15,912.80
"Semperit" Gummiwerke A.G.	Rubber boots	32,175.00
Josef Reithoffer's Söhne A.G.	Raincoats	3,472.00
Traunstein-Vertrieb	Ball bearings	47,219.64
* Donau-Chemie A.G.	Payment on account for sulfuric acid	80,000.00
* Hydroxygen-G.m.b.H.	Oxygen and gas	1,238.55
* St. Egydyer Eisen-u. Stahlindustrie G.m.b.H.	Precision steel pipe	89,933.40
* Carl Budischowsky & Söhne A.G.	Conveyer	21,160.25
* Draeger, G.m.b.H.	Electrical material	1,620.00
* W. Megerle	Paint	947.80
* Erste Oesterreichische Maschinglasindustrie A.G., Brunn am Gebirge, Lower Austria	Glass	30,625.00
* Teudloff-Vamag A.G.	Belts, oval slide valves	60,967.50

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Kugellager-Ges. (6)	Ball bearings	2,026.73
Hans Ehgartner	Firestone tires	1,485.00
Joseph Lutz and Co., Vienna IV	Tires	1,593.00
Riha-Lack (7)	Putty	1,150.00
Leopoldine Kuna	Ladders	4,331.60
Lugert (8)	Sheet metal	2,255.48
* Boehler Gebr.&Co. A.G.	Steel	18,178.96
Central Druckerei Ronner & Co.	Office supplies	4,836.00
J. & C. Reder, Vienna XX	Lumber	5,081.40
"Wellpappe", G.m.b.H.	Corrugated cardboard	3,790.00
"Canada", Tiefbohrgeräte-u. Maschinenfabrik G.m.b.H.	Spare parts	3,480.00
Peter Petersen	Glass balls	3,750.00
Karl Pinsa & Sohn	Commercial salt	3,432.00
USIA	Sleeves and angle iron	12,909.59
* Franz Schmitt, A.G. für Lederindustrie, Rehberg bei Krems, Lower Austria	Work shoes	210,608.19
* Mannesmann-Trauzl A.G.	Payment on account	4,000,000.00

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G. Rumpel A.G.

12. In recent months the Rumpel A.G. plant in Siebenhirten has rebuilt a total of 149 deep well pumps and two casing heads for the SMV.(9) The SMV Purchasing Office disbursed 42,000 schillings as down payment on 30 pumps which have already been delivered to the oilfields. Late in October 1950 the SMV received 107 "Axelson" deep well pumps from Rumania. These pumps are now being stored at the SMV Central Warehouse, Neusiedl a/d Zaya, awaiting transfer to the Rumpel workshop in Siebenhirten.

25X1 13. Rumpel A.G. is now manufacturing a special [redacted] type of nozzle designed for Diesel motors. (10) Ing. Egon Neumann furnished Rumpel with the model for these nozzles which he had procured [redacted] at a cost of 10 or 11 dollars apiece.(11) Rumpel A.G. is charging the SMV 56 schillings per unit and has already delivered 316 nozzles.

25X1 (1) [redacted] Comment: Franz Reimann, Vienna VII, Neubaugasse 21, has previously acted as an intermediary for USIA and the SMV [redacted]

25X1 (2) [redacted] Comment: [redacted]

25X1 [redacted] USIA has received 1,600 to 1,800 tons of seamless drill pipe from Metallimport Trust which represents partial delivery on a contract for 3,000 tons.

25X1 (3) [redacted] Comment: The Oesterreichische Salinen plant in Bad Aussee may have supplied this commercial salt.

25X1 (4) [redacted] Comment: Possibly identical with Walter Schmaddebeck, Vienna VI, Morellstrasse 3.

25X1 (5) [redacted] Comment: Probably identical with Ing. Ewald Eichler, Vienna IV, Favoritenstrasse 20.

25X1 (6) [redacted] Comment: This firm cannot be accurately identified from available reference material.

25X1 25X1 (7) [redacted] Comment: [redacted] may refer to "Rila" Lack-u. Farbenorzeugung G.m.b.H., Vienna XI, Leberstrasse 108.

25X1 (8) [redacted] Comment: Possibly identical with Josef Lugert, Armaturenfabrik und Metallgiesserei, Vienna XI, Hallergasse 8a.

25X1 (9) [redacted] Comment: [redacted] previous report on the repair of SMV equipment at the Rumpel workshop [redacted]

25X1 (10) [redacted] Comment: [redacted] the SMV Purchasing Office had paid an unidentified supplier 200,000 schillings for 300 [redacted] nozzles which were later found to be defective.

25X1 [redacted]

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